

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2015 Regular Session of the General Assembly.

## SENATE ENROLLED ACT No. 323

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AN ACT concerning taxation.

*Be it enacted by the General Assembly of the State of Indiana:*

SECTION 1. [EFFECTIVE UPON PASSAGE] **(a) The legislative services agency shall do the following:**

**(1) Study the following:**

**(A) The combined reporting approach to apportioning income for income tax purposes.**

**(B) Issues related to transfer pricing under the adjusted gross income tax law.**

**(2) Submit a report before October 1, 2016, to the legislative council (in an electronic format under IC 5-14-6) and to the interim study committee on fiscal policy established by IC 2-5-1.3-4 containing the results of the legislative services agency's studies under this SECTION. The report must include at least the following:**

**(A) A review of the practices in other states regarding combined reporting.**

**(B) A review of the administrative costs of implementing combined reporting, including information on the administrative costs incurred by other states that have implemented combined reporting.**

**(C) A review of studies and reports that have been prepared on the issue of combined reporting.**



**(D) An estimate of the fiscal impact of implementing combined reporting in Indiana.**

**(E) A review of the issues related to transfer pricing under the adjusted gross income tax law.**

**(b) The interim study committee on fiscal policy shall hold at least one (1) public hearing at which the legislative services agency presents the results of each study under this SECTION.**

**(c) The legislative services agency may request the department of state revenue to furnish information necessary to complete each study required by this SECTION. The department of state revenue shall cooperate with the legislative services agency in providing the requested information. The legislative services agency shall adhere to the department of state revenue's requirements and procedures concerning the confidential nature of the information.**

**(d) This SECTION expires December 31, 2016.**

**SECTION 2. [EFFECTIVE UPON PASSAGE] (a) The definitions in IC 4-33-2 and IC 4-33-23 apply throughout this SECTION.**

**(b) The legislative council is urged to assign to an appropriate interim study committee a study of the following:**

**(1) The extent to which local governments rely on tax revenues received under IC 4-33-12 and IC 4-33-13, including revenues received under IC 4-33-13-5 as revenue sharing or supplemental distributions.**

**(2) The extent to which local governments rely on economic development payments received under development agreements.**

**(3) The extent to which the local governments receiving tax revenues under IC 4-33-12 and IC 4-33-13 and economic development payments share revenue with other local governments.**

**(4) The purposes for which local governments use tax revenues under IC 4-33-12 and IC 4-33-13 and economic development payments.**

**(5) The extent to which liability for the riverboat admissions tax affects the competitiveness of Indiana's riverboats within the regional gaming industry.**

**(6) The extent to which obligations under economic development agreements affect the competitiveness of Indiana's riverboats within the regional gaming industry.**

**(7) The extent to which the statutory wagering tax rates affect the competitiveness of Indiana's gaming facilities within Indiana and within the regional gaming industry.**



(8) The extent to which providing supplemental distributions under IC 4-33-13 affects the ability of the general assembly to provide a flexible regulatory environment that allows the state to react to changing market conditions.

(9) Whether a taxpayer subject to the riverboat wagering tax (IC 4-33-13) or the slot machine wagering tax (IC 4-35-8) should be exempted from adding back wagering taxes deducted for federal income tax purposes under Section 63 of the Internal Revenue Code when determining the taxpayer's adjusted gross income for Indiana income tax purposes under IC 6-3-1-3.5.

(c) If an interim study committee is assigned the topics described in subsection (b), the interim study committee shall report its findings and recommendations, if any, to the legislative council in an electronic format under IC 5-14-6 before November 1, 2016.

(d) This SECTION expires January 1, 2017.

SECTION 3. [EFFECTIVE UPON PASSAGE] (a) The legislative council is urged to assign to the interim study committee on fiscal policy the following topics:

(1) New requirements from the Centers for Medicare and Medicaid Services pertaining to home and community based settings.

(2) The effect of the requirements described in subdivision (1) on Indiana waiver services for individuals with disabilities, rate reimbursement, and rate methodology.

(3) The fiscal impact of the requirements described in subdivision (1).

(4) The impact of the change from daily rate billing to hourly billing for facility based habitation services on the services provided and the providers of the services.

(b) If the topic described in subsection (a) is assigned to the interim study committee on fiscal policy, the family and social services administration shall before October 1, 2016, provide to the interim study committee a written report on the following:

(1) The requirements described in subsection (a)(1).

(2) The effect of the requirements described in subsection (a)(1) on Indiana waiver services for individuals with disabilities.

(3) The fiscal impact of the requirements described in subsection (a)(1).

(4) The impact of the change from daily rate billing to hourly



**billing for facility based habitation services on the services provided and the providers of the services.**

**(5) The options identified by the family and social services administration for ensuring the viability of facility based habitation services.**

**(c) This SECTION expires December 31, 2016.**

**SECTION 4. An emergency is declared for this act.**



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President of the Senate

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President Pro Tempore

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Speaker of the House of Representatives

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Governor of the State of Indiana

Date: \_\_\_\_\_ Time: \_\_\_\_\_

**SEA 323 — Concur**

